

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF)	
LYON COUNTY WATER DISTRICT)	CASE NO. 89-144

O R D E R

On May 24, 1989, Lyon County Water District ("Lyon County") filed its revised tariff sheet with the Public Service Commission ("Commission") for the purpose of adjusting its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068.

The Commission, having reviewed the evidence of record and being sufficiently advised, is of the opinion and finds that:

1. Lyon County purchases water from the city of Kuttawa ("Kuttawa") and the city of Princeton ("Princeton").

2. Kuttawa increased its rates for purchased water from \$.70 to \$1.35 per 1,000 gallons, effective January 1, 1989. There has been no change in the rate charged by Princeton.

3. Lyon County adjusted the rates to its customers effective June 1, 1989.

4. During the 12 months ending April 30, 1989, Lyon County purchased 19,361,400 gallons of water from Kuttawa and 16,106,415 gallons from Princeton. Lyon County sold 30,040,000 gallons during the same 12-month period.

5. Lyon County's calculations are correct and show an increase in purchased water costs of \$12,585, resulting in a purchased water adjustment of \$.42 per 1,000 gallons of water.

6. The purchased water adjustment of \$.42 per 1,000 gallons and the rates in Appendix A, attached and incorporated hereto, are fair, just, and reasonable and should be approved.

7. The tariff filed by Lyon County is incorrect in that it does not contain the designation required by 807 KAR 5:011, Section 3(5)(e) and has not been signed as required by 807 KAR 5:011, Section 3(5)(c).

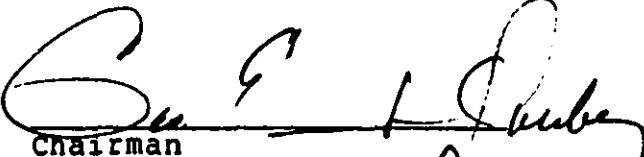
IT IS THEREFORE ORDERED that:

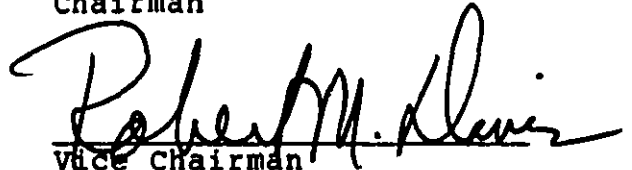
1. The purchased water adjustment of \$.42 per 1,000 gallons and the rates in Appendix A are approved for services rendered on and after June 1, 1989.

2. Within 30 days of the date of this Order, Lyon County shall file its revised tariff sheet in accordance with Finding 7 herein.

Done at Frankfort, Kentucky, this 16th day of June, 1989.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 89-144 DATED June 16, 1989.

The following rates and charges are prescribed for the customers in the area served by Lyon County Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

5/8 Inch Meter

<u>Usage Blocks</u>	<u>Monthly Rates</u>
First 2,000 gallons	\$12.74 Minimum
Next 3,000 gallons	5.32 per 1,000 gallons
Next 5,000 gallons	3.92 per 1,000 gallons
Next 10,000 gallons	2.52 per 1,000 gallons
Over 20,000 gallons	2.17 per 1,000 gallons

3/4 Inch Meter

First 4,000 gallons	\$23.38 Minimum
Next 1,000 gallons	5.32 per 1,000 gallons
Next 5,000 gallons	3.92 per 1,000 gallons
Next 10,000 gallons	2.52 per 1,000 gallons
Over 20,000 gallons	2.17 per 1,000 gallons

1 Inch Meter

First 15,000 gallons	\$60.90 Minimum
Next 5,000 gallons	2.52 per 1,000 gallons
Over 20,000 gallons	2.17 per 1,000 gallons

1 1/2 Inch Meter

First 25,000 gallons	\$84.35 Minimum
Over 25,000 gallons	2.17 per 1,000 gallons

2 Inch Meter

First 45,000 gallons	\$127.75 Minimum
Over 45,000 gallons	2.17 per 1,000 gallons